

FISCAL NOTE

Bill #: SB0389

Title: Expand state hail insurance program to include fire insurance

Primary Sponsor: John Cobb

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:		
Other Proprietary	7,000	0
Revenue:	0	0
Net Impact on General Fund Balance:	\$0	\$0

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

Department of Commerce

1. SB 389 provides for the implementation of a crop insurance program that may include fire insurance as an option when providing hail insurance for crops.
2. SB 389 as introduced, has no fiscal impact on the Department of Commerce.

(continued)

Department of Agriculture

3. Actuarial review required to establish premiums, coverage rates, and reserve fund estimated at \$5,000.
4. There will be 2 additional Hail Board meetings to discuss proposed fire insurance estimate at \$2,000.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
Department of Agriculture		
<u>Expenditures:</u>		
Operating Expenses	\$7,000	
<u>Funding:</u>		
Other, Proprietary	\$7,000	
<u>Revenues:</u>		
State Special Revenue (02)	0	
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
Other, Proprietary (06)	(\$7,000)	